



General Assembly

**Substitute Bill No. 5337**

February Session, 2010

\* \_\_\_\_HB05337PD\_\_\_\_032310\_\_\_\_ \*

**AN ACT AUTHORIZING TWO OR MORE MUNICIPALITIES OR  
BOARDS OF EDUCATION TO PURSUE JOINT EMPLOYEE HEALTH  
INSURANCE PLANS AND REQUIRING DISCLOSURES BY CERTAIN  
INSURANCE PRODUCERS.**

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1      Section 1. (NEW) (*Effective October 1, 2010*) Two or more  
2      municipalities or local or regional boards of education may join  
3      together by written agreement as a single entity for the purpose of  
4      procuring health insurance or prescription drug insurance for their  
5      employees. Such written agreement shall establish the membership of  
6      such group, the duration of such health insurance or prescription drug  
7      insurance coverage, requirements regarding the payment of premiums  
8      for such health insurance or prescription drug insurance coverage and  
9      the procedures for a municipality to withdraw from such group and  
10     terminate such health insurance or prescription drug insurance  
11     coverage. Any group established pursuant to this section shall not be  
12     deemed a fictitious group. As used in this section, "municipality"  
13     means any town, city or borough, consolidated town and city or  
14     consolidated town and borough.

15     Sec. 2. (NEW) (*Effective October 1, 2010*) (a) For purposes of this  
16     section, "insurance", "insurance producer" and "insurer" have the same  
17     meanings as provided in section 38a-702a of the general statutes, and  
18     "municipality" means any town, city or borough, consolidated town

19 and city or consolidated town and borough.

20 (b) Any insurance producer who sells, solicits or negotiates  
21 insurance on behalf of an insurer to a municipality shall, upon request  
22 from the municipality, fully disclose in writing the amount of any fees  
23 or compensation such insurance producer receives from the insurer for  
24 such services pursuant to the written memorandum required under  
25 section 38a-707 of the general statutes or the Investment Advisers Act  
26 of 1940, 15 USC 80b-1, et. seq., as amended from time to time.

This act shall take effect as follows and shall amend the following sections:		
Section 1	October 1, 2010	New section
Sec. 2	October 1, 2010	New section

**PD**            *Joint Favorable Subst.*